

Message Text

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PAGE 01 OTTAWA 02216 282341Z
ACTION EB-04

INFO OCT-01 SS-04 ISO-00 EUR-03 NSC-04 TRSE-00 CEA-01
FRB-03 INR-01 CIAE-00 /021 W
-----100993 282355Z /66
P 282333Z MAR 78
FM AMEMBASSY OTTAWA
TO SECSTATE WASHDC PRIORITY 7242
INFO AMEMBASSY BONN

C O N F I D E N T I A L OTTAWA 02216

LIMDIS GREENBACK

PASS TREASURY, CEA, FRB

E.O. 11652: GDS
TAGS: EFIN, CA
SUBJECT: CANADA MAY INCREASE HOLDINGS OF DM

1. GOC ANNOUNCED 1.5 BILLION DM BORROWING APRIL 27 (SEE SEPTTEL).
2. NORMAL CANADIAN POLICY IS TO HOLD NEARLY ALL OF WORK-ING FOREIGN EXCHANGE RESERVES IN U.S. DOLLARS.
3. ACCORDING TO FINANCE DEPARTMENT SOURCE, GOC INTENDS TO INCREASE SOMEWHAT ITS HOLDINGS OF DM. FINANCE OFFICIAL STATES FRG LAW REQUIRES THAT DM ISSUE BE CONVERTED IN FOREIGN CURRENCIES FORTHWITH. NORMALLY, ALL OF PROCEEDS OF DM ISSUE WOULD BE CONVERTED INTO U.S. DOLLARS UPON RECEIPT AND KEPT IN U.S. TREASURY SECURITIES WITH NEW YORK FEDERAL RESERVE UNTIL NEEDED. HOWEVER, OFFICIAL SAID GOC PLANS TO USE PART OF PROCEEDS OF DM ISSUE TO INCREASE HOLDINGS OF DM. MODALITIES (SUCH AS WHEN OR WHERE CONVERSIONS OR RECONVERSIONS WILL TAKE PLACE, OR WHERE AND IN WHAT FORM FUNDS WILL BE HELD) HAVE NOT YET BEEN
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WORKED OUT. ENDERS

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NNN

Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ECONOMIC PROGRAMS, FOREIGN EXCHANGE HOLDINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 28 mar 1978
Decaption Date: 20 Mar 2014
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978OTTAWA02216
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D780183-0109
Format: TEL
From: OTTAWA
Handling Restrictions:
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780316/aaaaanhz.tel
Line Count: 56
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: aa2afebb-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: CONFIDENTIAL
Original Handling Restrictions: LIMDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: LIMDIS
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 25 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3176645
Secure: OPEN
Status: NATIVE
Subject: CANADA MAY INCREASE HOLDINGS OF DM
TAGS: EFIN, CA
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/aa2afebb-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
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